

February 25, 1974

within a period of time necessary for the liquidation of the bank, a national charter was issued for this bank. The only thing this amendment does is to give the banking department the authority to proceed from the standpoint of time in order to have a state bank there in the future. In the future rather than a national bank. It's my understanding that was necessary because of the element of time was not available in order to create a state bank and then the national bank was given a charter in that particular area. The other thing, it cuts the audits down from two to annual audits and that's the only other thing in this bill. Now, on the other amendment which is also accepted by the banking department, it's in the area of cease and desist orders by the State Banking Commissioner. And it says, for example, in the area of the issuance of the stock, the director has certain authority which the party doesn't have now in order to stop these things. In the second paragraph, it also stops the sale by the sale of the salesman and it provides for a hearing before all the interested parties at which time a decision will be made in order to make the order permanent or to amend it or to do whatever is necessary at that particular point. I again say both of these have been accepted by the banking department. I think they're necessary. The last one's only a clarification of the responsibility of the banking department in order to stop for a period of time until the hearing can be held, both the issuance of stock and those who sell it. And, I move for the adoption of the two amendments upon that understanding that they are accepted by the banking department.

PRESIDENT: Any further discussion of the amendments to LB721?

SENATOR CARPENTER: I would prefer to have the amendments printed in the Journal and hold the bill over. I certainly have no objection.

PRESIDENT: Senator Lewis.

SENATOR LEWIS: Mr. President, I would prefer to have....I have some questions about the bank at Elm Creek that Senator Carpenter mentioned. There's some things in that area that I can't quite understand. I called the banking department at Kansas City at that time and found out that a Federal Charter had been issued four days before the bank was declared insolvent. And, I would certainly appreciate having the amendments printed in the Journal. And, I'd like to visit with Senator Carpenter about it.

SENATOR CARPENTER: I asked the Clerk to insert both amendments in the Journal and we'll discuss them tomorrow if that is the desire of the Body when it comes on Select File.

PRESIDENT: Senator Carpenter is asking unanimous consent that these be published in the Journal. There is no objection? So ordered.

CLERK: Report that will be inserted in the Journal showing lobbyists who have registered with my office within the last week. Mr. President, your committee on Labor to whom is referred LB710 instructs me to report the same be advanced to General File as amended. Mr. President, your committee on Enrollment and Review reports we have examined and reviewed LB17A and find the same correctly enrolled. 77 correcting enrolled, 77A correctly enrolled, 600 correctly enrolled and 730 correctly enrolled. Signed, John Cavanaugh, Chairman. Mr. President, standing committee reports...Committee on Committees will be inserted in the Journal. Miscellaneous Subjects gives notice of committee hearing will be inserted in the Journal. Mr. President, your enrolling clerk did report that you did on this day at 8:45 present to the Governor for his approval LB664, LB666 and LB683. Signed, Barbara Jackson. Mr. President, there are two rule